



Senate

General Assembly

File No. 623

January Session, 2007

Senate Bill No. 1435

Senate, April 30, 2007

The Committee on Finance, Revenue and Bonding reported through SEN. DAILY of the 33rd Dist., Chairperson of the Committee on the part of the Senate, that the bill ought to pass.

AN ACT EXTENDING THE FILING DEADLINE FOR CERTAIN TAX CREDITS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (*Effective from passage*) Notwithstanding the provisions of
2 subsection (b) of section 12-225 of the general statutes, any company
3 located in the town of Milford that was otherwise eligible for a tax
4 credit in 2002 pursuant to section 12-217j of the general statutes, except
5 that such company failed to file an amended return within the time
6 period prescribed, shall be regarded as having filed said amended
7 return in a timely manner if such company files said amended return
8 not later than thirty days after the effective date of this section.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>from passage</i>	New section
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FIN *Joint Favorable*

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either chamber thereof for any purpose:

OFA Fiscal Note**State Impact:**

Agency Affected	Fund-Effect	FY 08 \$	FY 09 \$
Department of Revenue Services	GF - Revenue Loss	\$150,000 to \$200,000	None

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill is expected to result in a one-time revenue loss to the General fund of between \$150,000 and \$200,000 in FY 08. It is anticipated that one company will file an amended corporation business tax return to claim a refund.

OLR Bill Analysis**SB 1435*****AN ACT EXTENDING THE FILING DEADLINE FOR CERTAIN TAX CREDITS.*****SUMMARY:**

Despite the expiration of the three-year deadline for filing an amended corporation tax return and claiming a refund, the bill allows any company located in Milford to receive a tax refund if it (1) was otherwise eligible for the research and experimentation expenses tax credit for 2002 and (2) files an amended return within 30 days of the bill's effective date. The credit is 20% of a company's annual research and experimentation spending.

EFFECTIVE DATE: Upon passage

COMMITTEE ACTION

Finance, Revenue and Bonding Committee

Joint Favorable

Yea 52 Nay 0 (04/16/2007)